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III. Meanwhile, what appears to be the first significant oil discovery in the Sultan of Muscat's territory has been publicly announced by the American Cities Service Oil Company.

- A. The discovery was made in Dhofar Province, where the company has a concession, over 400 miles southwest of the rebellion.
- B. The well site is about 35 miles inland, which would appear to be south of the frontier area which has been in dispute between Saudi Arabia and the Sultan of Muscat.
- C. The British-dominated Iraq Petroleum Company, which has the oil concession for the rest of the sultan's territory, has been operating in interior Oman just west of the rebellious area.
 - 1. American interest in the Iraq Petroleum Company is 23.75 percent (divided equally between Standard Oil of New Jersey and Socony).
 - 2. Iraq Petroleum Company exploration is not believed to have produced commercially interesting oil shows.

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